

Message Text

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44

ORIGIN XMB-07

INFO OCT-01 EA-11 ISO-00 AID-20 CIAE-00 COME-00 EB-11

FRB-02 INR-10 NSAE-00 RSC-01 TRSE-00 OPIC-12 SPC-03

CIEP-02 LAB-06 SIL-01 OMB-01 EUR-25 SS-15 NSC-10 L-03

/141 R

66604

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EB/IFD/ODF:EMLINTON

----- 026703

R 211332Z SEP 73

FM SECSTATE WASHDC

TO AMEMBASSY TAIPEI

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E.O. 11652: N/A

TAGS: EIND, TW

SUBJECT: TAIWAN/RAILWAY ELECTRIFICATION

REF: TAIPEI 5707

1. UNDERSTAND THAT IN ALL RESPECTS OTHER THAN THE INTEREST RATE THE EXIMBANK FINANCING TERMS MATCH THOSE OF THE BRITISH GROUP. EXIMBANK'S RATE IS 6 PERCENT ON THE DIRECT CREDIT HALF OF THE FINANCING AND THIS IS REPAID IN THE LAST HALF OF THE 12 YEAR REPAYMENT SCHEDULE THUS REDUCING THE AVERAGE RATE OF INTEREST DURING THE LIFE OF THE CREDITS. FOR EXAMPLE, ASSUME THE RATE ON THE GUARANTEED MONEY AVERAGES 10.5 PERCENT THE BLENDED RATE OF INTEREST WITH REPAYMENT IN TWELVE YEARS (INCLUDING THE 1/2 PERCENT EXIMBANK GUARANTEE FEE AND PARI-
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PASSU DISBURSEMENT) WOULD BE ABOUT 7.5 PERCENT. WITH THE SAME

ASSUMPTIONS, IF THE GUARANTEED MONEY WAS AT AN AVERAGE OF 9 PERCENT, THE BLENDED RATE WOULD BE ABOUT 7 PERCENT. IF HALF OF THE OTHER FINANCING IS FROM CHINESE SOURCES WITHOUT EXIM-BANK GUARANTEE, THIS WOULD REDUCE THE BLENDED RATE EVEN FURTHER. RUSH

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Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: STREETCARS, FOREIGN INVESTMENTS, CREDIT GUARANTEES
Control Number: n/a
Copy: SINGLE
Draft Date: 21 SEP 1973
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: collinp0
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1973STATE188003
Document Source: CORE
Document Unique ID: 00
Drafter: DBSMITH
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: n/a
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1973/newtext/t19730918/aaaaanbj.tel
Line Count: 66
Locator: TEXT ON-LINE
Office: ORIGIN XMB
Original Classification: LIMITED OFFICIAL USE
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators:
Previous Classification: LIMITED OFFICIAL USE
Previous Handling Restrictions: n/a
Reference: TAIPEI 5707
Review Action: RELEASED, APPROVED
Review Authority: collinp0
Review Comment: n/a
Review Content Flags:
Review Date: 30 JAN 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <30-Jan-2002 by martinml>; APPROVED <01 MAR 2002 by collinp0>
Review Markings:

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30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
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